

CHOOSE LIFE, INC.
OCALA, FL

SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE AND
INDEPENDENT AUDITOR'S REPORTS

JUNE 30, 2012

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Choose Life, Inc.

We have audited the accompanying schedule of expenditures of state financial assistance of the Choose Life Specialty License Plate program of Choose Life, Inc. (a nonprofit organization) for the year ended June 30, 2012. This financial statement is the responsibility of the Organization's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts in the financial report. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial report presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the schedule of expenditures of state financial assistance referred to above presents fairly, in all material respects, the expenditures of state financial assistance under the Choose Life Specialty License Plate program of Choose Life, Inc. for the year ended June 30, 2012 in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2013, on our consideration of Choose Life, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters.

MEMBERS:



American Institute of
Certified Public Accountants



Florida Institute of
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The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Collier, Fernigan & Hoedest, PA.

Ocala, Florida
March 28, 2013

CHOOSE LIFE, INC.
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2012

State Agency, Pass-through Entity / State Project	CSFA No.	Contract / Grant No.	Expenditures	Transfers to Subrecipients
STATE FINANCIAL ASSISTANCE				
Florida Department of Highway Safety and Motor Vehicles				
Choose Life Specialty License Plate	76.124	NA		
Amounts provided to subrecipients			\$ -	\$ 686,776
Amounts returned/due from subrecipients			-	(182,747)
Administrative expenditures			86,171	-
Total expenditures of state financial assistance			\$ 86,171	\$ 504,029

Notes to Schedule of Expenditures of State Financial Assistance

- The schedule of expenditures of state financial assistance includes the state contract activity of Choose Life, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of s. 215.97, F.S. and chapter 10.650, Rules of the Auditor General. Therefore, some amounts presented in this schedule may differ from amounts that would be presented in, or used in the preparation of financial statements in accordance with generally accepted accounting principles.



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING
STANDARDS*

To the Board of Directors of
Choose Life, Inc.

We have audited the accompanying schedule of expenditures of state financial assistance of Choose Life, Inc. (a nonprofit organization) for the year ended June 30, 2012, and have issued our report thereon dated March 28, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

Management of Choose Life, Inc. is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Choose Life, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the schedule of expenditures of state financial assistance, but not for the purpose of expressing an opinion on the effectiveness of Choose Life, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the organization's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Choose Life, Inc.'s schedule of expenditures of state financial assistance is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Choose Life, Inc. in a separate letter dated March 28, 2013.

This report is intended solely for the information and use of management, the Board of Directors, others within the organization, the State of Florida Department of Highway Safety and Motor Vehicles and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

Cottier, Fernandez & Goedert, P.A.

Ocala Florida
March 28, 2013



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT
ON CHOOSE LIFE SPECIALTY LICENSE PLATE
AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE PROGRAM SPECIFIC AUDIT OPTION
UNDER OMB CIRCULAR A-133

To the Board of Directors of
Choose Life, Inc.

Compliance

We have audited Choose Life, Inc.'s compliance with the types of compliance requirements described in the State of Florida Department of Financial Services, State Projects Compliance Supplement, that could have a direct and material effect on the Choose Life Specialty License Plate program for the year ended June 30, 2012. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major state program is the responsibility of Choose Life, Inc.'s management. Our responsibility is to express an opinion on Choose Life, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and Chapter 10.650, Rules of the Auditor General of the State of Florida. Those standards and Rules require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the Choose Life Specialty License Plate program (Its major state program) occurred. An audit includes examining, on a test basis, evidence about Choose Life, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Choose Life, Inc.'s compliance with those requirements.

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In our opinion, Choose Life, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Choose Life Specialty License Plate program for the year ended June 30, 2012.

Internal Control Over Compliance

Management of Choose Life, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered Choose Life, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on the Choose Life Specialty License Plate program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.650, Rules of the Auditor General, State of Florida, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Choose Life, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of Directors, others within the organization, the State of Florida Department of Highway Safety and Motor Vehicles and the State of Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

Collier, Fernandez & Hordert, P.A.

Ocala, Florida
March 28, 2013

CHOOSE LIFE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012

Part A - Summary of Auditor's Results

1. The independent auditor's report expresses an unqualified opinion on the schedule of expenditures of state financial assistance of Choose Life, Inc.
2. No significant deficiencies were disclosed during the audit of the schedule of expenditures of state financial assistance of Choose Life, Inc.
3. No instances of noncompliance material to the financial reports of Choose Life, Inc., which would be required to be reported in accordance with s. 215.97 F.S., and chapter 10.650, Rules of the Auditor General were disclosed during the audit.
4. No reportable conditions were disclosed during the audit of internal control over Choose Life, Inc.'s state financial assistance program.
5. The independent auditor's report on compliance for the major state financial assistance program for Choose Life, Inc. expresses an unqualified opinion.
6. No audit findings were disclosed relative to Choose Life, Inc.'s state financial assistance program.
7. A management letter is not presented because there are no items related to State financial assistance required to be reported in the management letter, as defined in Auditor General Rule 10.654(1)(e).
8. The program tested as the organization's only state financial assistance program was Choose Life Specialty License Plates, CSFA #76.124
9. The threshold used to distinguish between type A and type B programs was \$500,000. The Choose Life Specialty License Plate program was the only state financial assistance received by Choose Life, Inc.
10. Choose Life, Inc. does not qualify as a low risk auditee.

Part B - Findings – Schedule of expenditures and state financial assistance financial audit

None

Part C - Findings and questioned costs – major state financial assistance program audit

None

Part D – Prior year findings and questioned costs – major state programs & state projects

No summary schedule of prior audit findings is required because there was no prior audit.